

## Tax Credit for Plan Contributions

The Saver's Credit was made permanent by the Pension Protection Act of 2006. This tax credit is available to low-income individuals who make pre-tax contributions. The credit is calculated as a percentage of the first \$2,000 contributed, and the percentage is based upon the adjusted gross income.

Joint Return		Head of Household		All Other Cases		Applicable
Over	Not Over	Over	Not Over	Over	Not Over	Percentage
\$0	\$32,000	\$0	\$24,000	\$0	\$16,000	50%
\$32,000	\$34,500	\$24,000	\$25,875	\$16,000	\$17,250	20%
\$34,500	\$53,000	\$25,875	\$39,750	\$17,250	\$26,500	10%
\$53,000		\$39,750		\$26,500		0%